§ 668.154

§668.148(a)(3) or 668.149(a) for a student with a documented impairment who has neither a high school diploma nor its equivalent and who is applying for Title IV. HEA program funds.

- (2) The test must reflect the student's skills and general learned abilities rather than reflect the student's impairment.
- (3) The institution shall document that a student is disabled and unable to be evaluated by the use of a conventional test from the list of tests approved by the Secretary.
- (4) Documentation of a student's impairment may be satisfied by—
- (i) A written determination, including a diagnosis and recommended testing accommodations, by a licensed psychologist or medical physician; or
- (ii) A record of such a determination by an elementary or secondary school or a vocational rehabilitation agency, including a diagnosis and recommended testing accommodations.

(Approved by the Office of Management and Budget under control number 1840–0627)

(Authority: U.S.C. 1091(d))

 $[60 \ FR \ 61843, \ Dec. \ 1, \ 1995, \ as \ amended \ at \ 61 \ FR \ 31035, \ June \ 19, \ 1996]$

§ 668.154 Institutional accountability.

An institution shall be liable for the Title IV, HEA program funds disbursed to a student whose eligibility is determined under this subpart only if the institution—

- (a) Used a test administrator who was not independent of the institution at the time the test was given;
- (b) Compromises the testing process in any way; or
- (c) Is unable to document that the student received a passing score on an approved test.

 $(Authority;\,U.S.C.\,\,1091(d))$

§ 668.155 Transitional rule for the 1996–97 award year.

(a) Notwithstanding any other provision of this part, an institution may continue to base an eligibility determination under section 484(d) of the HEA for a student on a test that was an approved test as of June 30, 1996, and the passing score on that test, until 60 days after the Secretary publishes in the FEDERAL REGISTER the name of an

approved test and the passing score on that test that is appropriate for that student.

(b) If an institution properly based a student's eligibility determination for purposes of section 484(d) of the HEA on a test and passing score that was in effect on June 30, 1996, the institution does not have to redetermine the student's eligibility based upon a test and passing score that was approved under §§ 668.143 through 668.149.

(Authority: U.S.C. 1091(d))

§ 668.156 Approved State process.

- (a)(1) A State that wishes the Secretary to consider its State process as an alternative to achieving a passing score on an approved, independently administered test for the purpose of determining a student's eligibility for Title IV, HEA program funds must apply to the Secretary for approval of that process.
- (2) To be an approved State process, the State process does not have to include all the institutions located in that State, but must indicate which institutions are included.
- (b) The Secretary approves a State's process if—
- (1) The State administering the process can demonstrate that the students it admits under that process without a high school diploma or its equivalent, who enroll in participating institutions have a success rate as determined under paragraph (h) of this section that is within 95 percent of the success rate of students with high school diplomas; and
- (2) The State's process satisfies the requirements contained in paragraphs (c) and (d) of this section.
- (c) A State process must require institutions participating in the process to provide each student they admit without a high school diploma or its recognized equivalent with the following services—
- (1) Orientation regarding the institution's academic standards and requirements, and student rights;
- (2) Assessment of each student's existing capabilities through means other than a single standardized test:
- (3) Tutoring in basic verbal and quantitative skills, if appropriate;